DISTRICT OF ALASKA

UNITED STATES OF AMERICA for the use of POONG LIM/PERT JOINT VENTURE,)))
Plaintiff,) 3:03-cv-00290 JWS
vs.	ORDER
DICK PACIFIC/GHEMM JOINT VENTURE; CONTINENTAL CASUALTY CO.; NATIONAL FIRE INSURANCE CO. OF HARTFORD; SEABOARD SURETY CO.; and ST. PAUL FIRE AND MARINE INSURANCE CO.,	(Request for Settlement Conference) (Request for Settlement Conference)))))
Defendants.	,))

One or more of the parties to this case have requested a settlement conference. In preparation for the scheduling of a settlement conference before the **Honorable H. Russel Holland**, each party shall on or before **July 7**, **2006**, lodge with the chambers of Judge Holland, under seal, a settlement conference memorandum in conformity with the attached appendix. Counsel are instructed to lodge **only** the original memorandum with the settlement conference judge. In addition, the confidential settlement memoranda shall include a candid statement of the total expense the party expects to incur between August 1, 2006, and the conclusion of the trial on or about March 30, 2006, in litigating this case, including, without limitation, attorneys' fees, translator fees, document reproduction costs, and travel and lodging expenses. The settlement conference judge

will undertake a preliminary review of the settlement conference memoranda. A settlement conference will be scheduled only if, on the basis of these memoranda, If it appears that there is a reason to believe that, with the assistance of the court, a settlement of the case can be negotiated,1

A party's settlement memorandum may not be disclosed to anyone without the party's consent and is not admissible in evidence.

At any conference resulting from this order, all counsel shall appear with full authority to settle all issues of this litigation; and, if such is impossible to obtain, counsel shall have their clients, with full settlement authority, available in person or by telephone at the time of the settlement conference.

IT IS FURTHER ORDERED:

- 1. That no later than seven days prior to the settlement conference date, counsel confer with each other and their clients regarding the status of possible settlement;
- 2. Good faith negotiations, either in person or by electronic media, are expected to occur at this time:
- 3. If no settlement is achieved, counsel will be expected to report to the settlement judge at time of the conference the status of negotiations;
- 4. As provided in paragraph 1, it is expected that plaintiff's counsel will initiate the settlement negotiations;
- 5. The date for any settlement conference will be **July 31, 2006**, commencing at 9:00 a.m.

¹The court has experienced many failed settlement conferences. These failures appear by and large to be attributable to unrealistic case evaluation by counsel. Efforts to settle cases where the parties are likely far apart in their evaluation of the case almost always fail. The court does not intend to conduct settlement conferences in cases where, based upon positions taken in the settlement conference memoranda, it appears that one or both parties have taken an unrealistic position. At the time of lodging a settlement conference memorandum, counsel simply must make a full disclosure of their best evaluation of the potential outcome of the case and what they are willing to take to settle it. All of the strengths and weaknesses of one's case must be discussed in the parties' settlement conference memoranda and be given appropriate effect in one's settlement position as to the worth of the case.

6. The court will not consider plaintiff's initiation of negotiations as an indication of weakness in the plaintiff's position.

DATED at Anchorage, Alaska, this 13th day of June 2006.

/s/ JOHN W. SEDWICK UNITED STATES DISTRICT COURT JUDGE

APPENDIX

- (1) Each counsel shall lodge, under seal, with the chambers of Judge H. Russel Holland, a brief informal statement of his client's position regarding settlement. The strengths and weaknesses of one's position must be candidly disclosed and appraised.
- (2) The statement required by paragraph (1) may not exceed twenty (20) pages (including attachments), double spaced on standard 8-1/2" x 11" paper.
- (3) If plaintiff seeks monetary damages, a specific present reasonable dollar figure requested by plaintiff must be set forth. If plaintiff is unable to set forth such figure, the purpose of which is to aid the settlement judge in evaluating the case, a convincing statement must be included, stating the reasons that no such figure can be included.
- (4) Defendant must set forth its present reasonable dollar figure offer. Likewise, if defendant is unable to set forth such figure, the purpose of which is to aid the settlement judge in evaluating the case, a convincing statement must be included, stating the reasons no such figure can be included.